

Critical Issues

- 1) TVA plan permits an individual ^{upon retirement} to transfer his take stock to the regular TVA retirement annuity fund and to receive an enhanced annuity. Question: is this tie in essential to IRS.
- 2) Can plan start with a Lump sum? If not can 70 of salary be high enough so individual can liquidate savings in other form & quickly build up his takestock base.

Note: Present TVA 1670 Limit is very generous. Deducting 4.5 or 7% Civil Service or CIARS would leave ~~13~~ ^{9-9.5} ~~12.5~~%. Very few CIA employees would save more than this.

- 3) TVA was not satisfied with performance of 1st Nat City on the Variable Annuity Fund. Contracted with Fidelity to manage for $\frac{1}{3}$ of 1% of net asset value including expenses.

- 4) TVA not satisfied with Fidelity trend. thinks Fidelity is too large. Fidelity Fund is thinking of setting up a new fund Trusters Equity Fund.

- 5) Read the Money Game

- 6) Johnson Invest Co Charts - Library of Congress 53-34817
Weinberger Services "Mutual Fund Mgt Resul ts ^{30 Jul 68}
Pension & Welfare News

- 7) Average Takestock investment is \$17.00 per pay period
2536 participants = \$53,100 per pay period

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